



June 10, 2015

Item No. 2

**AUTHORIZATION TO EXECUTE CONTRACT WITH B.E.T.O.N. CONSTRUCTION COMPANY  
FOR DANIEL BURNHAM FACADE REPLACEMENT**

**To the Honorable Board of Commissioners:**

**RECOMMENDATION**

It is recommended that the Board of Commissioners authorize the Chief Executive Officer or his designee to enter into a contract with B.E.T.O.N. Construction Company for facade replacement at Daniel Burnham Apartments in the firm fixed amount of \$3,353,125 plus a not to exceed amount of \$201,187.50 in contingency (6%, which is in line with industry standards) strictly limited to potential change orders justified as a discovered conditions or code compliance issues for a total amount not to exceed \$3,554,312.50. The Scope of Work is to be completed within one hundred twenty (120) calendar days of the date set forth in the Notice to Proceed. Daniel Burnham Apartments is located at: 1930 W. Loyola, Chicago, IL.

The Deputy Chief of the Capital Construction Department, the Office of the General Counsel, and the Department of Procurement and Contracts have completed all necessary due diligence to support the submission of this initiative and recommend the approval of this item accordingly.

**CORPORATE GOAL:** Ensure the Chicago Housing Authority's portfolio is safe, decent and sustainable.

**FUNDING:** General Fund

**SOLICITATION SUMMARY**

**Specification No.:** IFB No. 108

**Vender:** B.E.T.O.N. Construction Company

**PROCUREMENT INFORMATION**

**Contract Type:**

Construction Services

**Base Contract Amount:** \$3,353,125

Contingency amount: Not to Exceed  
\$201,187.50

The aggregate amount: Not to exceed  
\$3,554,312.50

**Contract Period:**

Scope of Work to be completed within 120  
calendar days from the date set forth in the  
Notice to Proceed

**Solicitation Release Date:**

April 10, 2015

**Days Advertised:** 21 Days

**Addendum(s):**

April 22, 2015

**Option Period:** Not applicable

**Pre-Bid Date:** April 15, 2015

**Publications:** Chicago Sun-Times, Defender, Extra, CHA website, Strategic Sourcing

**Solicitation Due Date:** May 1, 2015

**Vendor List:** 53 Section 3 Business, 15 Supplier notifications and Strategic Sourcing  
Construction Commodity Codes: 912, 912-23, and 913

**Respondents:** 6

**M/W/DBE Respondents:** 3

<b><u>COMPLIANCE INFORMATION</u></b>	<b>New Hires Needed</b>	<b>Required</b>	<b>Proposed</b>
M/W/DBE Participation		40% \$1,341,250	77% (\$2,590,175)
Section 3 Hiring No. (30% of new hires)	10	3	4
Section 3 Business Concern		10% \$335,312	11% (\$372,450)
- Other Economic Opportunity	Section 3 Job Titles: Bricklayers (3), Laborers (1)		

#### **GENERAL BACKGROUND /EXPLANATION**

Daniel Burnham Apartments is a 6-story, 181 unit senior development located at 1930 W. Loyola.

The scope of work for this project consists of removal and replacement of the brick exterior facade.

#### **RECOMMENDATION**

The Capital Construction Department recommends that the Board of Commissioners authorize the Chief Executive Officer or his designee to enter into a contract with B.E.T.O.N. Construction Company for the facade replacement at Daniel Burnham Apartments for the amount of the winning bid of \$3,353,125 + \$201,187.50 in contingency (6%, which is in line with industry standards) strictly limited to potential change orders justified as discovered condition or historic preservation and code compliance issues for a total not-to-exceed amount of \$3,554,312.50.

The Board action recommended in this item complies in all material respects with all applicable Chicago Housing Authority Board policies and all applicable federal (Department of Housing and Urban Development) procurement laws.

The Chief Property Officer concurs with the recommendation to enter into a contract with B.E.T.O.N. Construction Company for the facade replacement at Daniel Burnham Apartments.

The CEO/President recommends approval to enter into a contract with B.E.T.O.N. Construction Company for facade replacement at Daniel Burnham Apartments.

**RESOLUTION NO. 2015-CHA-46**

**WHEREAS**, the Board of Commissioners has reviewed the Board Letter dated June 10, 2015 entitled "AUTHORIZATION TO EXECUTE CONTRACT WITH B.E.T.O.N. CONSTRUCTION COMPANY FOR FACADE REPLACEMENT AT DANIEL BURNHAM APARTMENTS";

**THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY**

**THAT** the Board of Commissioners authorize the Chief Executive Officer or his designee to enter into a contract with B.E.T.O.N. Construction Company for the facade replacement at Daniel Burnham Apartments in the firm fixed amount of \$3,353,125 plus a not to exceed amount of \$201,187.50 in contingency (6%, which is in line with industry standards) strictly limited to potential change orders justified as a discovered conditions or code compliance issues for a total amount not to exceed \$3,554,312.50. The Scope of Work is to be completed within one hundred twenty (120) calendar days of the date set forth in the Notice to Proceed. Daniel Burnham Apartments is located at: 1930 W. Loyola Avenue, Chicago, Illinois.

This award is subject to the Contractor's compliance with the CHA's MBE/WBE/DBE, Section 3, bonding and insurance requirements.



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